

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Auditor - Controller - Treasurer - Tax Collector	(2) MEETING DATE 6/21/2016	(3) CONTACT/PHONE Teresa Andrews-Hurliman 781-5038	
(4) SUBJECT Submittal of a resolution to accept the 2016-17 Appropriation Limitation calculation for San Luis Obispo County. All Districts.			
(5) RECOMMENDED ACTION It is recommended that the Board of Supervisors approve the attached resolution accepting the calculations of the appropriation limitations for the County of San Luis Obispo and Special Districts governed by your Board for fiscal year 2016-2017.			
(6) FUNDING SOURCE(S)	(7) CURRENT YEAR FINANCIAL IMPACT \$0.00	(8) ANNUAL FINANCIAL IMPACT \$0.00	(9) BUDGETED? Yes
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ____) <input type="checkbox"/> Board Business (Time Est. ____)			
(11) EXECUTED DOCUMENTS <input checked="" type="checkbox"/> Resolutions <input type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: N/A <input type="checkbox"/> 4/5 Vote Required <input checked="" type="checkbox"/> N/A	
(14) LOCATION MAP N/A	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input type="checkbox"/> N/A Date: <u>June 16, 2015</u>	
(17) ADMINISTRATIVE OFFICE REVIEW Nikki J. Schmidt			
(18) SUPERVISOR DISTRICT(S) All Districts			

County of San Luis Obispo



TO: Board of Supervisors

FROM: James P. Erb, Auditor - Controller - Treasurer - Tax Collector

DATE: 6/21/2016

SUBJECT: Submittal of a resolution to accept the 2016-17 Appropriation Limitation calculation for San Luis Obispo County. All Districts.

RECOMMENDATION

It is recommended that the Board of Supervisors approve the attached resolution accepting the calculations of the appropriation limitations for the County of San Luis Obispo and Special Districts governed by your Board for fiscal year 2016-2017.

DISCUSSION

On November 6, 1979, the California Electorate approved Proposition 4, also known as the Gann Amendment. At that time, Proposition 4 then became Article XIII-B of the California Constitution. On June of 1990 the voters passed Proposition 111, which updates the States' appropriation limit to allow for new funding for priority State programs, while still providing an overall limit on State and local spending. The Proposition 111 amendment allowed for an alternative index and additional appropriation exemptions.

After reviewing the Administrator's Proposed Budget including estimated revenues (both proceeds and non-proceeds of taxes) and associated costs by functional grouping, the Auditor-Controller has determined that the 2016-2017 Proposed Budget is within the "appropriation limit".

The "Appropriation Limit" established by Article XIII-B of the State Constitution, effective July 1, 1980, and amended by Proposition 111 as of June 1990 has been calculated by the Auditor-Controller's Office for the 2016-2017 fiscal year. The calculation was performed pursuant to the "Article XIII-B Appropriation Procedure Guidelines for California Counties" written by the Accounting Standards and Procedures Committee, November 1990. The County is well within its appropriation limit using the Per Capita Personal Income and Population Change indexes. The current "cushion" between the 2016-2017 proposed proceeds of taxes and the calculated 2016-2017 limitation is \$380.5 million.

Periodic review of actual revenues and expenditures will be made during the year in order to insure that the County remains in compliance with Article XIII-B.

OTHER AGENCY INVOLVEMENT/IMPACT

Special District limitations were prepared by the Department of Public Works.

FINANCIAL CONSIDERATIONS

None.

RESULTS

This calculation demonstrates compliance with Article XIIB of the State Constitution, which established limits on the appropriation of proceeds of taxes.

ATTACHMENTS

1. Resolution Accepting the 2016-2017 Appropriations Limitations Documents
2. County Of San Luis Obispo Article XIII B (Proposition 4) Appropriation Limitation Document, Fiscal Year 2016-2017, Part I (Attachment 1)
3. County Of San Luis Obispo Board Governed Special Districts Article XIII-B (Proposition 4) Appropriation Limitation Document, Fiscal Year 2016-17, Part II (Attachment 2)